



State of Connecticut
Department of Economic and
Community Development

Office of Housing Development and Finance

All Sponsors of State Financed Housing

Notice: 08-14

Distribution Date: October 23, 2008

Effective: Immediately

SUBJECT: Temporary Increase in FDIC Insurance Coverage

The Emergency Economic Stabilization Act of 2008 was signed by President George W. Bush on October 3, 2008. This Act temporarily increases FDIC Insurance Coverage from \$100,000 to \$250,000 per depositor until December 31, 2009.

With this increase in FDIC coverage you may find it convenient to increase amounts deposited with any one banking institution up to \$250,000. Keep in mind that this coverage is only temporary. There are no guarantees that the increased coverage will continue after December 31, 2009. If it does not, and you have increased your deposits to \$250,000 it will be necessary for you to reduce your deposits with any one banking institution back to the \$100,000 limit.

Also as a reminder, Housing Authority's may deposit funds into the State Treasurer's Investment Fund (STIF). There is no limit on the amounts which can be deposited in STIF. The current interest rate is 2.07%.

If you have any questions, please call Christina Keune at (860)270-8204.